Exhibit 10

Yolanda Sandoval

From:

Barfield, Dave

Sent:

Friday, June 10, 2005 10:57 AM

To:

Pope, David L.; Rolfs, Lee; Austin, George; Ross, Scott

Cc:

KBID; Stankiewicz, Steve; Bagley, Jim

Subject:

FW: Harlan County / Lovewell update



Team,

Below is an update on Harlan County and Lovewell. Please note the **new information** included below.

This morning, Kenny provided me with update on storage targets, etc, after the May 31 storage check.

- This year the Corps is again allowing Lovewell to go 1.6 ft into the flood pool, or 10% (rather than the 5% I used in previous graphs). They are at currently between 5 and 10% into flood. Kenny says it is likely that they will start putting water into their canal system below the dam next week.
- On May 31, the adjusted shutoff for Harlan County was set at 1928.17. For a 2 inch delivery to NBID /Upper KBID under normal river conditions, HC would need to get to elevation 1929.7. They are currently at 1929.31. These elevations are down about 2.5 feet from earlier projections. So the contract will allow them to take the reservoir to within a foot above the absolute shutoff (at 1927). With June inflows of about 4400 AF due to this week's rain, they are much closer to the 2 inches threshold than earlier projections. Kenny said they are still not planning to take any water from HC storage this year but as storage increases, so does the temptation to take water. He is trying to help people understand that if they take it this year, it creates a bigger whole to fill next year.

This week Kenny sent a letter to District patrons updating them on the situation.

They are also trying to determine if anyone in the upper district is interested in any river flows that might be available once Lovewell is full, which could occur soon with a bit more rain (they had 1.5 inches last night).

Below are the updated graphs.

Let me know if you have any questions.

David Barfield



